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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

October 21, 2015

CERTIFIED RETURN RECEIPT
7013 3020 0002 3659 6405

William Bown
Bonneville Quarries, Inc.
842 West 400 North
West Bountiful, Utah 84087

Subject: Review of Reclamation Surety, Bonneville Quarries, Inc., Lynn Spring Quarry,
M/003/0025, Box Elder County, Utah

Dear Mr. Bown:

The last reclamation cost estimate for the Lynn Spring Quarry was done in 2008 and escalated to 2013 dollars. The surety amount needs to be adjusted to account for changes in reclamation costs.

Based on average reclamation costs, the surety amount needs to be increased from \$21,700 to \$48,900 for a three-year escalation (next evaluated in 2018). The average reclamation costs are outlined below:

<i>Small Mine Operation >5 Acres Bond Calculation Worksheet</i>			
<i>(Lynn Spring Quarry) S/003/0025</i>			
<i>3-year escalation (2018)</i>			
Item	Qty	Unit Cost	Total Cost
6th Acre Disturbance	1	\$37,300.00	\$37,300.00
Add'l Acres Disturbance	2	\$5,800.00	\$11,600.00
General Mob/demob >50 miles	0	\$0.00	\$0.00
TOTAL	8 Ac		\$48,900.00

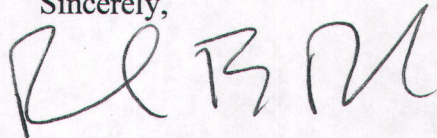
Please contact the minerals program bond coordinator, Penny Berry, at 801-538-5291 or by email at pennyberry@utah.gov for information about submitting the additional surety. Your current surety is in the form of a letter of credit with Zions Bank. You may amend the existing letter of credit or you may submit a new letter of credit, cash, a certificate of deposit, or a surety bond for either the increased or the full amount. Bonding forms are available on the Internet at <http://www.ogm.utah.gov/minerals/MINERALSFORMS.htm>. **Please provide the additional surety no later than December 21, 2015.**



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Thank you for your help in keeping the surety current. Please contact the permit lead for this mine, Lynn Kunzler, at 801-538-5310 if you have questions concerning this requirement.

Sincerely,

A handwritten signature in black ink, appearing to read 'P B B', is positioned above the printed name.

Paul B. Baker
Mining Program Manager

PBB:mb:pb
cc: Heidie Torrealday USFS, (htorrealday@fs.fed.us)
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